

A. DS1 SAL 5 Year Term Payment Plan (TPP)

Equipment – Circuit	\$1,070.60
Engineering Labor – Circuit	704.97
Installation Labor – Circuit	312.12
Total Circuit Investment	<u>\$2,087.69</u>

Equipment – Outside Plant	\$1,260.60
Engineering Labor – Outside Plant	210.38
Installation Labor – Outside Plant	714.31
Total Outside Plant Investment	<u>\$2,205.29</u>

Total DS1 SAL TPP Investment **\$4,292.98**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$187.43
2. Outside Plant Depreciation	73.88
3. Return	244.24
4. Federal and State Income Tax	146.76
5. Annual Nonrecoverable Cost	127.93
6. Maintenance	149.40
7. Administration/Marketing	0.00
8. Other Taxes	103.56
9. Total Annual Charge (\$)	<u>\$1,033.20</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$86.10**

FINANCIAL FACTORS	
Administration ACF	11.59%
Circuit Equip Maintenance	4.20%
Outside Plant Maintenance	2.76%
Gross Receipts Rate	5.60%
Property Tax Rate	1.06%
Fraction of Equity	58.51%
Fraction of Debt	41.49%
Return on Equity	13.48%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	7.90%

Percent Investment

1. Circuit Equipment Depreciation	8.98%
2. Outside Plant Depreciation	3.35%
3. Return	5.69%
4. Federal and State Income Tax	3.42%
5. Annual Nonrecoverable Cost	2.98%
6. Maintenance	3.48%
7. Administration/Marketing	0.00%
8. Other Taxes	2.41%
9. Total Annual Charge (\$)	<u>24.07%</u>

Tariffed Rate **\$140.00**

B. DS1 Transport Termination

Equipment – Circuit	\$556.98
Engineering Labor – Circuit	73.69
Installation Labor – Circuit	162.37
Total Circuit Investment	<u>\$793.04</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	3.93
Total Outside Plant Investment	<u>\$3.93</u>

Total DS1 Termination Investment **\$796.97**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$71.54	9.02%
2. Outside Plant Depreciation	0.13	3.31%
3. Return	45.73	5.74%
4. Federal and State Income Tax	27.48	3.45%
5. Annual Nonrecoverable Cost	42.93	5.39%
6. Maintenance	33.76	4.24%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	22.12	2.78%
9. Total Annual Charge (\$)	<u>\$243.69</u>	<u>30.58%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$20.31** Tariffed Rate **\$30.00**

C. DS1 Transport Facility

Equipment – Circuit	\$62.28
Engineering Labor – Circuit	20.16
Installation Labor – Circuit	20.52
Total Circuit Investment	<u>\$102.96</u>

Equipment – Outside Plant	\$198.86
Engineering Labor – Outside Plant	8.95
Installation Labor – Outside Plant	35.51
Total Outside Plant Investment	<u>\$243.32</u>

Total DS1 Transport Facility Investment **\$346.28**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$9.24	8.97%
2. Outside Plant Depreciation	8.16	3.35%
3. Return	19.71	5.69%
4. Federal and State Income Tax	11.85	3.42%
5. Annual Nonrecoverable Cost	13.68	3.95%
6. Maintenance	11.11	3.21%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	8.29	2.39%
9. Total Annual Charge (\$)	<u>\$82.04</u>	<u>23.69%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$6.84** Tariffed Rate **\$15.00**

D. DS1 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$2,807.36
Engineering Labor – Circuit	1,053.95
Installation Labor – Circuit	842.06
Total Circuit Investment	<u>\$4,703.37</u>

Equipment – Outside Plant	\$3,269.20
Engineering Labor – Outside Plant	299.88
Installation Labor – Outside Plant	1,077.27
Total Outside Plant Investment	<u>\$4,646.35</u>

Total DS1 Service Investment **\$9,349.72**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$422.91	8.99%
2. Outside Plant Depreciation	155.74	3.35%
3. Return	532.80	5.70%
4. Federal and State Income Tax	320.22	3.42%
5. Annual Nonrecoverable Cost	350.59	3.75%
6. Maintenance	328.02	3.51%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	230.70	2.47%
9. Total Annual Charge (\$)	<u>\$2,340.98</u>	<u>25.04%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$195.08** Tariffed Service **\$350.00**

# GTE TELEPHONE OPERATIONS

## OVERHEAD PERCENTAGE ANALYSIS

	DS3 Service Rates (A)	DS3 Service Costs (B)	Overhead Amount (C = A - B)	Overhead Percent (D = C/B)
CALIFORNIA	\$1,657.50	\$678.13	\$979.37	144.42%
FLORIDA	\$1,657.50	\$776.10	\$881.40	113.57%
HAWAII	\$1,837.50	\$683.75	\$1,153.75	168.74%
IDAHO	\$1,837.50	\$648.94	\$1,188.56	183.15%
ILLINOIS	\$1,657.50	\$645.45	\$1,012.05	156.80%
INDIANA	\$1,657.50	\$584.15	\$1,073.35	183.75%
KENTUCKY	\$1,657.50	\$617.41	\$1,040.09	168.46%
MICHIGAN	\$1,987.50	\$644.11	\$1,343.39	208.57%
MISSOURI	\$1,837.50	\$581.64	\$1,255.86	215.92%
NORTH CAROLINA	\$1,657.50	\$621.92	\$1,035.58	166.51%
OHIO	\$1,657.50	\$644.03	\$1,013.47	157.36%
OKLAHOMA	\$1,749.74	\$605.99	\$1,143.75	188.74%
OREGON	\$1,657.50	\$676.83	\$980.67	144.89%
PENNSYLVANIA	\$1,657.50	\$673.62	\$983.88	146.06%
SOUTH CAROLINA	\$1,657.50	\$624.74	\$1,032.76	165.31%
TEXAS	\$1,672.96	\$606.50	\$1,066.46	175.84%
WASHINGTON	\$1,657.50	\$632.06	\$1,025.44	162.24%
WISCONSIN	\$1,657.50	\$631.96	\$1,025.54	162.28%
GTOC AVERAGE	\$1,711.82	\$643.19	\$1,068.63	166.15%

DS3 Service is comprised of (1) Special Access Line (SAL),  
(10) miles of DS3 Transport Facility, and (2) Transport Terminations.

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,623.90
Engineering Labor – Circuit	196.10
Installation Labor – Circuit	527.25
Total Circuit Investment	<u>\$7,349.25</u>

Equipment – Outside Plant	\$677.71
Engineering Labor – Outside Plant	44.78
Installation Labor – Outside Plant	324.65
Total Outside Plant Investment	<u>\$1,047.14</u>

Total Individual DS3 SAL Investment **\$8,396.39**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$741.84
2. Outside Plant Depreciation	42.17
3. Return	480.87
4. Federal and State Income Tax	296.99
5. Annual Nonrecoverable Cost	(61.27)
6. Maintenance	384.00
7. Administration/Marketing	0.00
8. Other Taxes	67.68
9. Total Annual Charge (\$)	<u>\$1,952.28</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$162.69**

FINANCIAL FACTORS	
Administration ACF	13.15%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.80%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent  
Investment

1. Circuit Equipment Depreciation	10.09%
2. Outside Plant Depreciation	4.03%
3. Return	5.73%
4. Federal and State Income Tax	3.54%
5. Annual Nonrecoverable Cost	-0.73%
6. Maintenance	4.57%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>23.25%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$47.00
Engineering Labor – Circuit	0.92
Installation Labor – Circuit	5.67
Total Circuit Investment	<u>\$53.59</u>

Equipment – Outside Plant	\$557.07
Engineering Labor – Outside Plant	36.71
Installation Labor – Outside Plant	248.07
Total Outside Plant Investment	<u>\$841.85</u>

Total DS3 Transport Facility Investment **\$895.44**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$5.40
2. Outside Plant Depreciation	33.85
3. Return	50.91
4. Federal and State Income Tax	31.44
5. Annual Nonrecoverable Cost	46.04
6. Maintenance	20.28
7. Administration/Marketing	0.00
8. Other Taxes	7.20
9. Total Annual Charge (\$)	<u>\$195.12</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$16.26**

Percent  
Investment

1. Circuit Equipment Depreciation	10.08%
2. Outside Plant Depreciation	4.02%
3. Return	5.69%
4. Federal and State Income Tax	3.51%
5. Annual Nonrecoverable Cost	5.14%
6. Maintenance	2.26%
7. Administration/Marketing	0.00%
8. Other Taxes	0.80%
9. Total Annual Charge (\$)	<u>21.79%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,488.42
Engineering Labor – Circuit	195.67
Installation Labor – Circuit	512.06
Total Circuit Investment	<u>\$7,196.15</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$7,196.15**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$728.98
2. Outside Plant Depreciation	0.00
3. Return	415.32
4. Federal and State Income Tax	256.50
5. Annual Nonrecoverable Cost	302.13
6. Maintenance	355.80
7. Administration/Marketing	0.00
8. Other Taxes	58.32
9. Total Annual Charge (\$)	<u>\$2,117.05</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$176.42**

Percent  
Investment

1. Circuit Equipment Depreciation	10.13%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.56%
5. Annual Nonrecoverable Cost	4.20%
6. Maintenance	4.94%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>29.42%</u>

Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,070.74
Engineering Labor – Circuit	598.64
Installation Labor – Circuit	1,608.07
Total Circuit Investment	<u>\$22,277.45</u>

Equipment – Outside Plant	\$6,248.41
Engineering Labor – Outside Plant	411.88
Installation Labor – Outside Plant	2,805.35
Total Outside Plant Investment	<u>\$9,465.64</u>

Total DS3 Service Investment **\$31,743.09**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,253.80
2. Outside Plant Depreciation	380.67
3. Return	1,820.61
4. Federal and State Income Tax	1,124.39
5. Annual Nonrecoverable Cost	1,003.39
6. Maintenance	1,298.40
7. Administration/Marketing	0.00
8. Other Taxes	256.32
9. Total Annual Charge (\$)	<u>\$8,137.58</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$678.13**

Percent  
Investment

1. Circuit Equipment Depreciation	10.12%
2. Outside Plant Depreciation	4.02%
3. Return	5.74%
4. Federal and State Income Tax	3.54%
5. Annual Nonrecoverable Cost	3.16%
6. Maintenance	4.09%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>25.64%</u>

Tariffed Service **\$1,657.50**

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,826.02
Engineering Labor – Circuit	147.82
Installation Labor – Circuit	445.16
<b>Total Circuit Investment</b>	<b>\$7,419.00</b>

Equipment – Outside Plant	\$793.24
Engineering Labor – Outside Plant	54.77
Installation Labor – Outside Plant	299.66
<b>Total Outside Plant Investment</b>	<b>\$1,147.67</b>

Total Individual DS3 SAL Investment **\$8,566.67**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$686.86
2. Outside Plant Depreciation	57.80
3. Return	490.82
4. Federal and State Income Tax	281.39
5. Annual Nonrecoverable Cost	7.74
6. Maintenance	663.24
7. Administration/Marketing	0.00
8. Other Taxes	159.24
<b>9. Total Annual Charge (\$)</b>	<b>\$2,347.09</b>

10. Direct Monthly Cost (Ln 9 / 12) **\$195.59**

FINANCIAL FACTORS	
Administration ACF	12.26%
Circuit Equip Maintenance	8.57%
Outside Plant Maintenance	1.85%
Gross Receipts Rate	2.25%
Property Tax Rate	1.23%
Fraction of Equity	64.12%
Fraction of Debt	35.88%
Return on Equity	12.69%
Debt Rate	8.67%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	5.50%

Percent Investment

1. Circuit Equipment Depreciation	9.26%
2. Outside Plant Depreciation	5.04%
3. Return	5.73%
4. Federal and State Income Tax	3.28%
5. Annual Nonrecoverable Cost	0.09%
6. Maintenance	7.74%
7. Administration/Marketing	0.00%
8. Other Taxes	1.86%
<b>9. Total Annual Charge (\$)</b>	<b>27.40%</b>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$9.29
Engineering Labor – Circuit	0.13
Installation Labor – Circuit	0.92
<b>Total Circuit Investment</b>	<b>\$10.34</b>

Equipment – Outside Plant	\$626.20
Engineering Labor – Outside Plant	43.12
Installation Labor – Outside Plant	218.55
<b>Total Outside Plant Investment</b>	<b>\$887.87</b>

Total DS3 Transport Facility Investment **\$898.21**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$0.95
2. Outside Plant Depreciation	44.64
3. Return	51.09
4. Federal and State Income Tax	29.29
5. Annual Nonrecoverable Cost	40.70
6. Maintenance	17.40
7. Administration/Marketing	0.00
8. Other Taxes	15.60
<b>9. Total Annual Charge (\$)</b>	<b>\$199.67</b>

10. Direct Monthly Cost (Ln 9 / 12) **\$16.64**

Percent Investment

1. Circuit Equipment Depreciation	9.19%
2. Outside Plant Depreciation	5.03%
3. Return	5.69%
4. Federal and State Income Tax	3.26%
5. Annual Nonrecoverable Cost	4.53%
6. Maintenance	1.94%
7. Administration/Marketing	0.00%
8. Other Taxes	1.74%
<b>9. Total Annual Charge (\$)</b>	<b>22.23%</b>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,686.39
Engineering Labor – Circuit	146.01
Installation Labor – Circuit	432.33
<b>Total Circuit Investment</b>	<b>\$7,264.73</b>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
<b>Total Outside Plant Investment</b>	<b>\$0.00</b>

Total DS3 Termination Investment **\$7,264.73**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$675.02	9.29%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	419.50	5.77%
4. Federal and State Income Tax	240.50	3.31%
5. Annual Nonrecoverable Cost	372.47	5.13%
6. Maintenance	630.84	8.68%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	146.40	2.02%
<b>9. Total Annual Charge (\$)</b>	<b>\$2,484.73</b>	<b>34.20%</b>

10. Direct Monthly Cost (Ln 9 / 12) **\$207.06** Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,291.70
Engineering Labor – Circuit	441.14
Installation Labor – Circuit	1,319.02
<b>Total Circuit Investment</b>	<b>\$22,051.86</b>

Equipment – Outside Plant	\$7,055.24
Engineering Labor – Outside Plant	485.97
Installation Labor – Outside Plant	2,485.16
<b>Total Outside Plant Investment</b>	<b>\$10,026.37</b>

Total DS3 Service Investment **\$32,078.23**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,046.40	9.28%
2. Outside Plant Depreciation	504.20	5.03%
3. Return	1,840.72	5.74%
4. Federal and State Income Tax	1,055.29	3.29%
5. Annual Nonrecoverable Cost	1,159.68	3.62%
6. Maintenance	2,098.92	6.54%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	608.04	1.90%
<b>9. Total Annual Charge (\$)</b>	<b>\$9,313.25</b>	<b>29.03%</b>

10. Direct Monthly Cost (Ln 9 / 12) **\$776.10** Tariffed Service **\$1,657.50**

STATE: GTOC – HAWAII  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTFL – DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$7,669.56
Engineering Labor – Circuit	173.84
Installation Labor – Circuit	442.43
Total Circuit Investment	<u>\$8,285.83</u>
Equipment – Outside Plant	\$754.20
Engineering Labor – Outside Plant	46.00
Installation Labor – Outside Plant	341.57
Total Outside Plant Investment	<u>\$1,141.77</u>

Total Individual DS3 SAL Investment **\$9,427.60**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$680.15
2. Outside Plant Depreciation	42.54
3. Return	540.19
4. Federal and State Income Tax	315.20
5. Annual Nonrecoverable Cost	86.80
6. Maintenance	348.84
7. Administration/Marketing	0.00
8. Other Taxes	56.64
9. Total Annual Charge (\$)	<u>\$2,070.36</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$172.53**

FINANCIAL FACTORS	
Administration ACF	12.74%
Circuit Equip Maintenance	3.78%
Outside Plant Maintenance	2.84%
Gross Receipts Rate	2.74%
Property Tax Rate	0.00%
Fraction of Equity	53.00%
Fraction of Debt	47.00%
Return on Equity	13.64%
Debt Rate	8.55%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	6.40%

Percent  
Investment

1. Circuit Equipment Depreciation	8.21%
2. Outside Plant Depreciation	3.73%
3. Return	5.73%
4. Federal and State Income Tax	3.34%
5. Annual Nonrecoverable Cost	0.92%
6. Maintenance	3.70%
7. Administration/Marketing	0.00%
8. Other Taxes	0.60%
9. Total Annual Charge (\$)	<u>21.96%</u>

Tariffed Rate **\$637.50**

C. DS3 Transport Facility

Equipment – Circuit	\$17.80
Engineering Labor – Circuit	0.26
Installation Labor – Circuit	1.56
Total Circuit Investment	<u>\$19.62</u>

Equipment – Outside Plant	\$491.42
Engineering Labor – Outside Plant	29.90
Installation Labor – Outside Plant	208.35
Total Outside Plant Investment	<u>\$729.67</u>

Total DS3 Transport Facility Investment **\$747.29**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1.61
2. Outside Plant Depreciation	27.07
3. Return	42.49
4. Federal and State Income Tax	24.79
5. Annual Nonrecoverable Cost	39.88
6. Maintenance	21.48
7. Administration/Marketing	0.00
8. Other Taxes	4.56
9. Total Annual Charge (\$)	<u>\$161.88</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$13.49**

Percent  
Investment

1. Circuit Equipment Depreciation	8.21%
2. Outside Plant Depreciation	3.72%
3. Return	5.69%
4. Federal and State Income Tax	3.32%
5. Annual Nonrecoverable Cost	5.34%
6. Maintenance	2.87%
7. Administration/Marketing	0.00%
8. Other Taxes	0.61%
9. Total Annual Charge (\$)	<u>21.66%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$7,512.69
Engineering Labor – Circuit	171.71
Installation Labor – Circuit	429.68
Total Circuit Investment	<u>\$8,114.08</u>
Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$8,114.08**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$688.49	8.24%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	468.61	5.78%
4. Federal and State Income Tax	273.44	3.37%
5. Annual Nonrecoverable Cost	474.79	5.85%
6. Maintenance	310.80	3.83%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	61.80	0.76%
9. Total Annual Charge (\$)	<u>\$2,257.93</u>	<u>27.83%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$188.16** Tariffed Rate **\$300.00**

Percent  
Investment

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$22,872.94
Engineering Labor – Circuit	519.86
Installation Labor – Circuit	1,317.39
Total Circuit Investment	<u>\$24,710.19</u>

Equipment – Outside Plant	\$5,668.40
Engineering Labor – Outside Plant	345.00
Installation Labor – Outside Plant	2,405.07
Total Outside Plant Investment	<u>\$8,418.47</u>

Total DS3 Service Investment **\$33,128.66**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,033.23	8.23%
2. Outside Plant Depreciation	313.24	3.72%
3. Return	1,902.31	5.74%
4. Federal and State Income Tax	1,109.98	3.35%
5. Annual Nonrecoverable Cost	1,435.18	4.33%
6. Maintenance	1,185.24	3.58%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	225.84	0.68%
9. Total Annual Charge (\$)	<u>\$8,205.02</u>	<u>24.77%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$683.75** Tariffed Service **\$1,837.50**

Percent  
Investment

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,858.97
Engineering Labor – Circuit	209.53
Installation Labor – Circuit	542.52
Total Circuit Investment	\$7,611.02
Equipment – Outside Plant	\$880.77
Engineering Labor – Outside Plant	44.75
Installation Labor – Outside Plant	278.08
Total Outside Plant Investment	\$963.58

Total Individual DS3 SAL Investment **\$8,594.80**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$548.54
2. Outside Plant Depreciation	32.98
3. Return	492.28
4. Federal and State Income Tax	298.40
5. Annual Nonrecoverable Cost	139.28
6. Maintenance	320.88
7. Administration/Marketing	0.00
8. Other Taxes	84.12
9. Total Annual Charge (\$)	\$1,914.48

10. Direct Monthly Cost (Ln 9 / 12) **\$159.54**

FINANCIAL FACTORS	
Administration ACF	10.53%
Circuit Equip Maintenance	3.90%
Outside Plant Maintenance	2.15%
Gross Receipts Rate	0.00%
Property Tax Rate	0.97%
Fraction of Equity	57.38%
Fraction of Debt	42.62%
Return on Equity	12.54%
Debt Rate	9.51%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	8.00%

Percent  
Investment

1. Circuit Equipment Depreciation	7.21%
2. Outside Plant Depreciation	3.35%
3. Return	5.73%
4. Federal and State Income Tax	3.45%
5. Annual Nonrecoverable Cost	1.62%
6. Maintenance	3.73%
7. Administration/Marketing	0.00%
8. Other Taxes	0.98%
9. Total Annual Charge (\$)	22.28%

Tariffed Rate **\$637.50**

C. DS3 Transport Facility

Equipment – Circuit	\$133.71
Engineering Labor – Circuit	5.12
Installation Labor – Circuit	9.87
Total Circuit Investment	\$148.70

Equipment – Outside Plant	\$433.99
Engineering Labor – Outside Plant	29.08
Installation Labor – Outside Plant	165.40
Total Outside Plant Investment	\$628.47

Total DS3 Transport Facility Investment **\$777.17**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$10.69
2. Outside Plant Depreciation	20.93
3. Return	44.03
4. Federal and State Income Tax	26.51
5. Annual Nonrecoverable Cost	37.28
6. Maintenance	19.32
7. Administration/Marketing	0.00
8. Other Taxes	7.56
9. Total Annual Charge (\$)	\$166.32

10. Direct Monthly Cost (Ln 9 / 12) **\$13.86**

Percent  
Investment

1. Circuit Equipment Depreciation	7.19%
2. Outside Plant Depreciation	3.33%
3. Return	5.67%
4. Federal and State Income Tax	3.41%
5. Annual Nonrecoverable Cost	4.80%
6. Maintenance	2.49%
7. Administration/Marketing	0.00%
8. Other Taxes	0.97%
9. Total Annual Charge (\$)	21.40%

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,718.67
Engineering Labor – Circuit	206.96
Installation Labor – Circuit	526.88
Total Circuit Investment	\$7,452.51

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	\$0.00

Total DS3 Termination Investment **\$7,452.51**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$539.03
2. Outside Plant Depreciation	0.00
3. Return	430.11
4. Federal and State Income Tax	258.97
5. Annual Nonrecoverable Cost	509.13
6. Maintenance	294.48
7. Administration/Marketing	0.00
8. Other Taxes	73.08
9. Total Annual Charge (\$)	\$2,104.80

10. Direct Monthly Cost (Ln 9 / 12) **\$175.40**

Percent  
Investment

1. Circuit Equipment Depreciation	7.23%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.47%
5. Annual Nonrecoverable Cost	6.83%
6. Maintenance	3.95%
7. Administration/Marketing	0.00%
8. Other Taxes	0.98%
9. Total Annual Charge (\$)	28.24%

Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$21,633.41
Engineering Labor – Circuit	674.65
Installation Labor – Circuit	1,694.98
Total Circuit Investment	\$24,003.04

Equipment – Outside Plant	\$5,000.67
Engineering Labor – Outside Plant	335.55
Installation Labor – Outside Plant	1,932.06
Total Outside Plant Investment	\$7,268.28

Total DS3 Service Investment **\$31,271.32**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,733.50
2. Outside Plant Depreciation	242.28
3. Return	1,792.80
4. Federal and State Income Tax	1,079.44
5. Annual Nonrecoverable Cost	1,530.34
6. Maintenance	1,103.04
7. Administration/Marketing	0.00
8. Other Taxes	305.88
9. Total Annual Charge (\$)	\$7,787.28

10. Direct Monthly Cost (Ln 9 / 12) **\$648.94**

Percent  
Investment

1. Circuit Equipment Depreciation	7.22%
2. Outside Plant Depreciation	3.33%
3. Return	5.73%
4. Federal and State Income Tax	3.45%
5. Annual Nonrecoverable Cost	4.89%
6. Maintenance	3.53%
7. Administration/Marketing	0.00%
8. Other Taxes	0.98%
9. Total Annual Charge (\$)	24.90%

Tariffed Service **\$1,837.50**

STATE: GTOC – ILLINOIS  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTFL – DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,555.79
Engineering Labor – Circuit	161.84
Installation Labor – Circuit	462.51
Total Circuit Investment	<u>\$7,180.14</u>
Equipment – Outside Plant	\$571.67
Engineering Labor – Outside Plant	40.14
Installation Labor – Outside Plant	264.96
Total Outside Plant Investment	<u>\$896.99</u>

Total Individual DS3 SAL Investment \$8,077.13

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$506.68
2. Outside Plant Depreciation	27.36
3. Return	462.71
4. Federal and State Income Tax	274.66
5. Annual Nonrecoverable Cost	152.63
6. Maintenance	465.96
7. Administration/Marketing	0.00
8. Other Taxes	122.28
9. Total Annual Charge (\$)	<u>\$2,012.28</u>

10. Direct Monthly Cost (Ln 9 / 12) \$167.69

FINANCIAL FACTORS	
Administration ACF	10.83%
Circuit Equip Maintenance	6.19%
Outside Plant Maintenance	1.91%
Gross Receipts Rate	0.00%
Property Tax Rate	1.50%
Fraction of Equity	57.45%
Fraction of Debt	42.55%
Return on Equity	13.58%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	7.28%

Percent Investment

1. Circuit Equipment Depreciation	7.06%
2. Outside Plant Depreciation	3.05%
3. Return	5.73%
4. Federal and State Income Tax	3.40%
5. Annual Nonrecoverable Cost	1.89%
6. Maintenance	5.77%
7. Administration/Marketing	0.00%
8. Other Taxes	1.51%
9. Total Annual Charge (\$)	<u>24.91%</u>

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment – Circuit	\$29.16
Engineering Labor – Circuit	0.47
Installation Labor – Circuit	3.12
Total Circuit Investment	<u>\$32.75</u>

Equipment – Outside Plant	\$372.63
Engineering Labor – Outside Plant	26.10
Installation Labor – Outside Plant	170.89
Total Outside Plant Investment	<u>\$569.62</u>

Total DS3 Transport Facility Investment \$602.37

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.30
2. Outside Plant Depreciation	17.35
3. Return	34.24
4. Federal and State Income Tax	20.33
5. Annual Nonrecoverable Cost	37.14
6. Maintenance	12.96
7. Administration/Marketing	0.00
8. Other Taxes	9.12
9. Total Annual Charge (\$)	<u>\$133.44</u>

10. Direct Monthly Cost (Ln 9 / 12) \$11.12

Percent Investment

1. Circuit Equipment Depreciation	7.02%
2. Outside Plant Depreciation	3.05%
3. Return	5.68%
4. Federal and State Income Tax	3.38%
5. Annual Nonrecoverable Cost	6.17%
6. Maintenance	2.15%
7. Administration/Marketing	0.00%
8. Other Taxes	1.51%
9. Total Annual Charge (\$)	<u>22.15%</u>

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,421.70
Engineering Labor – Circuit	159.86
Installation Labor – Circuit	449.18
Total Circuit Investment	<u>\$7,030.74</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$7,030.74

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$497.93	7.06%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	405.90	5.77%
4. Federal and State Income Tax	240.94	3.43%
5. Annual Nonrecoverable Cost	506.79	7.21%
6. Maintenance	440.88	6.27%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	106.92	1.52%
9. Total Annual Charge (\$)	<u>\$2,199.36</u>	<u>31.28%</u>

10. Direct Monthly Cost (Ln 9 / 12) \$183.28 Tariffed Rate \$300.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$19,690.79
Engineering Labor – Circuit	466.26
Installation Labor – Circuit	1,392.07
Total Circuit Investment	<u>\$21,569.12</u>

Equipment – Outside Plant	\$4,298.17
Engineering Labor – Outside Plant	301.14
Installation Labor – Outside Plant	1,993.88
Total Outside Plant Investment	<u>\$6,593.19</u>

Total DS3 Service Investment \$28,162.31

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,525.54	7.07%
2. Outside Plant Depreciation	200.86	3.05%
3. Return	1,616.91	5.74%
4. Federal and State Income Tax	959.84	3.41%
5. Annual Nonrecoverable Cost	1,537.61	5.46%
6. Maintenance	1,477.32	5.25%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	427.32	1.52%
9. Total Annual Charge (\$)	<u>\$7,745.40</u>	<u>27.50%</u>

10. Direct Monthly Cost (Ln 9 / 12) \$645.45 Tariffed Service \$1,657.50

STATE: GTOC – INDIANA  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTFL – DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,159.29
Engineering Labor – Circuit	166.91
Installation Labor – Circuit	482.11
Total Circuit Investment	<u>\$6,608.31</u>

Equipment – Outside Plant	\$540.21
Engineering Labor – Outside Plant	38.32
Installation Labor – Outside Plant	273.55
Total Outside Plant Investment	<u>\$852.08</u>

Total Individual DS3 SAL Investment **\$7,660.39**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$613.72
2. Outside Plant Depreciation	35.77
3. Return	438.76
4. Federal and State Income Tax	246.67
5. Annual Nonrecoverable Cost	17.95
6. Maintenance	369.12
7. Administration/Marketing	0.00
8. Other Taxes	81.24
9. Total Annual Charge (\$)	<u>\$1,803.23</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$150.27**

FINANCIAL FACTORS	
Administration ACF	12.55%
Circuit Equip Maintenance	5.06%
Outside Plant Maintenance	2.49%
Gross Receipts Rate	1.20%
Property Tax Rate	0.77%
Fraction of Equity	67.18%
Fraction of Debt	32.82%
Return on Equity	12.79%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	4.50%

Percent Investment

1. Circuit Equipment Depreciation	9.01%
2. Outside Plant Depreciation	4.20%
3. Return	5.73%
4. Federal and State Income Tax	3.22%
5. Annual Nonrecoverable Cost	0.23%
6. Maintenance	4.82%
7. Administration/Marketing	0.00%
8. Other Taxes	1.06%
9. Total Annual Charge (\$)	<u>23.54%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$8.48
Engineering Labor – Circuit	0.15
Installation Labor – Circuit	1.01
Total Circuit Investment	<u>\$9.64</u>

Equipment – Outside Plant	\$351.99
Engineering Labor – Outside Plant	24.91
Installation Labor – Outside Plant	163.99
Total Outside Plant Investment	<u>\$540.89</u>

Total DS3 Transport Facility Investment **\$550.53**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$0.87
2. Outside Plant Depreciation	22.67
3. Return	31.29
4. Federal and State Income Tax	17.59
5. Annual Nonrecoverable Cost	30.30
6. Maintenance	14.04
7. Administration/Marketing	0.00
8. Other Taxes	5.76
9. Total Annual Charge (\$)	<u>\$122.52</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$10.21**

Percent Investment

1. Circuit Equipment Depreciation	9.02%
2. Outside Plant Depreciation	4.19%
3. Return	5.68%
4. Federal and State Income Tax	3.20%
5. Annual Nonrecoverable Cost	5.50%
6. Maintenance	2.55%
7. Administration/Marketing	0.00%
8. Other Taxes	1.05%
9. Total Annual Charge (\$)	<u>22.25%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,033.30
Engineering Labor – Circuit	164.86
Installation Labor – Circuit	468.22
Total Circuit Investment	<u>\$6,666.38</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$6,666.38**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$603.08
2. Outside Plant Depreciation	0.00
3. Return	384.78
4. Federal and State Income Tax	216.32
5. Annual Nonrecoverable Cost	368.90
6. Maintenance	341.76
7. Administration/Marketing	0.00
8. Other Taxes	75.84
9. Total Annual Charge (\$)	<u>\$1,990.68</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$165.89**

Percent Investment

1. Circuit Equipment Depreciation	9.05%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.24%
5. Annual Nonrecoverable Cost	5.53%
6. Maintenance	5.13%
7. Administration/Marketing	0.00%
8. Other Taxes	1.14%
9. Total Annual Charge (\$)	<u>29.86%</u>

Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$18,310.69
Engineering Labor – Circuit	498.13
Installation Labor – Circuit	1,428.65
Total Circuit Investment	<u>\$20,237.47</u>

Equipment – Outside Plant	\$4,060.11
Engineering Labor – Outside Plant	287.42
Installation Labor – Outside Plant	1,913.45
Total Outside Plant Investment	<u>\$6,260.98</u>

Total DS3 Service Investment **\$26,498.45**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,828.58
2. Outside Plant Depreciation	262.47
3. Return	1,521.22
4. Federal and State Income Tax	855.21
5. Annual Nonrecoverable Cost	1,058.75
6. Maintenance	1,193.04
7. Administration/Marketing	0.00
8. Other Taxes	290.52
9. Total Annual Charge (\$)	<u>\$7,009.79</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$584.15**

Percent Investment

1. Circuit Equipment Depreciation	9.04%
2. Outside Plant Depreciation	4.19%
3. Return	5.74%
4. Federal and State Income Tax	3.23%
5. Annual Nonrecoverable Cost	4.00%
6. Maintenance	4.50%
7. Administration/Marketing	0.00%
8. Other Taxes	1.10%
9. Total Annual Charge (\$)	<u>26.45%</u>

Tariffed Service **\$1,657.50**



STATE: GTOC – KENTUCKY  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTKY-DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,851.29
Engineering Labor – Circuit	148.72
Installation Labor – Circuit	489.74
Total Circuit Investment	<u>\$7,489.75</u>

Equipment – Outside Plant	\$729.58
Engineering Labor – Outside Plant	48.12
Installation Labor – Outside Plant	297.87
Total Outside Plant Investment	<u>\$1,073.35</u>

Total Individual DS3 SAL Investment **\$8,543.10**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$679.47
2. Outside Plant Depreciation	54.91
3. Return	489.45
4. Federal and State Income Tax	298.12
5. Annual Nonrecoverable Cost	(22.47)
6. Maintenance	285.58
7. Administration/Marketing	0.00
8. Other Taxes	54.36
9. Total Annual Charge (\$)	<u>\$1,847.40</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$153.95**

FINANCIAL FACTORS	
Administration ACF	9.58%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.80%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent Investment

1. Circuit Equipment Depreciation	9.10%
2. Outside Plant Depreciation	5.12%
3. Return	5.73%
4. Federal and State Income Tax	3.47%
5. Annual Nonrecoverable Cost	-0.26%
6. Maintenance	3.46%
7. Administration/Marketing	0.00%
8. Other Taxes	0.64%
9. Total Annual Charge (\$)	<u>21.62%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$24.43
Engineering Labor – Circuit	0.35
Installation Labor – Circuit	2.54
Total Circuit Investment	<u>\$27.32</u>

Equipment – Outside Plant	\$475.38
Engineering Labor – Outside Plant	29.97
Installation Labor – Outside Plant	179.57
Total Outside Plant Investment	<u>\$684.92</u>

Total DS3 Transport Facility Investment **\$712.24**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.48
2. Outside Plant Depreciation	34.99
3. Return	40.51
4. Federal and State Income Tax	24.51
5. Annual Nonrecoverable Cost	27.23
6. Maintenance	20.16
7. Administration/Marketing	0.00
8. Other Taxes	4.56
9. Total Annual Charge (\$)	<u>\$154.44</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$12.87**

Percent Investment

1. Circuit Equipment Depreciation	9.08%
2. Outside Plant Depreciation	5.11%
3. Return	5.69%
4. Federal and State Income Tax	3.44%
5. Annual Nonrecoverable Cost	3.82%
6. Maintenance	2.83%
7. Administration/Marketing	0.00%
8. Other Taxes	0.64%
9. Total Annual Charge (\$)	<u>21.68%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,711.14
Engineering Labor – Circuit	146.90
Installation Labor – Circuit	456.20
Total Circuit Investment	<u>\$7,314.24</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$7,314.24**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$687.74
2. Outside Plant Depreciation	0.00
3. Return	422.32
4. Federal and State Income Tax	255.50
5. Annual Nonrecoverable Cost	355.44
6. Maintenance	280.88
7. Administration/Marketing	0.00
8. Other Taxes	48.68
9. Total Annual Charge (\$)	<u>\$2,008.56</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$167.38**

Percent Investment

1. Circuit Equipment Depreciation	9.13%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.49%
5. Annual Nonrecoverable Cost	4.86%
6. Maintenance	3.57%
7. Administration/Marketing	0.00%
8. Other Taxes	0.64%
9. Total Annual Charge (\$)	<u>27.46%</u>

Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,517.87
Engineering Labor – Circuit	446.02
Installation Labor – Circuit	1,407.54
Total Circuit Investment	<u>\$22,371.43</u>

Equipment – Outside Plant	\$5,483.36
Engineering Labor – Outside Plant	345.82
Installation Labor – Outside Plant	2,093.37
Total Outside Plant Investment	<u>\$7,922.55</u>

Total DS3 Service Investment **\$30,293.98**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,039.75
2. Outside Plant Depreciation	404.81
3. Return	1,739.19
4. Federal and State Income Tax	1,052.22
5. Annual Nonrecoverable Cost	960.71
6. Maintenance	1,018.92
7. Administration/Marketing	0.00
8. Other Taxes	193.32
9. Total Annual Charge (\$)	<u>\$7,408.92</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$617.41**

Percent Investment

1. Circuit Equipment Depreciation	9.12%
2. Outside Plant Depreciation	5.11%
3. Return	5.74%
4. Federal and State Income Tax	3.47%
5. Annual Nonrecoverable Cost	3.17%
6. Maintenance	3.36%
7. Administration/Marketing	0.00%
8. Other Taxes	0.64%
9. Total Annual Charge (\$)	<u>24.46%</u>

Tariffed Service **\$1,657.50**

STATE: GTOC – MICHIGAN  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment:GTKY-DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,218.04
Engineering Labor – Circuit	147.75
Installation Labor – Circuit	489.98
Total Circuit Investment	<u>\$6,855.77</u>
Equipment – Outside Plant	\$550.03
Engineering Labor – Outside Plant	40.88
Installation Labor – Outside Plant	281.52
Total Outside Plant Investment	<u>\$872.53</u>

Total Individual DS3 SAL Investment \$7,728.30

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$524.59
2. Outside Plant Depreciation	25.12
3. Return	442.67
4. Federal and State Income Tax	228.02
5. Annual Nonrecoverable Cost	128.53
6. Maintenance	328.56
7. Administration/Marketing	0.00
8. Other Taxes	107.52
9. Total Annual Charge (\$)	<u>\$1,785.01</u>

10. Direct Monthly Cost (Ln 9 / 12) \$148.75

FINANCIAL FACTORS	
Administration ACF	9.58%
Circuit Equip Maintenance	3.63%
Outside Plant Maintenance	8.80%
Gross Receipts Rate	0.00%
Property Tax Rate	1.38%
Fraction of Equity	66.54%
Fraction of Debt	33.46%
Return on Equity	12.63%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	0.00%

Percent  
Investment

1. Circuit Equipment Depreciation	7.65%
2. Outside Plant Depreciation	2.88%
3. Return	5.73%
4. Federal and State Income Tax	2.95%
5. Annual Nonrecoverable Cost	1.66%
6. Maintenance	4.25%
7. Administration/Marketing	0.00%
8. Other Taxes	1.39%
9. Total Annual Charge (\$)	<u>23.10%</u>

Tariffed Rate \$637.50

C. DS3 Transport Facility

Equipment – Circuit	\$233.36
Engineering Labor – Circuit	6.99
Installation Labor – Circuit	17.01
Total Circuit Investment	<u>\$257.36</u>

Equipment – Outside Plant	\$358.87
Engineering Labor – Outside Plant	26.64
Installation Labor – Outside Plant	167.46
Total Outside Plant Investment	<u>\$552.97</u>

Total DS3 Transport Facility Investment \$810.33

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$19.65
2. Outside Plant Depreciation	15.90
3. Return	46.11
4. Federal and State Income Tax	23.75
5. Annual Nonrecoverable Cost	38.35
6. Maintenance	58.32
7. Administration/Marketing	0.00
8. Other Taxes	11.28
9. Total Annual Charge (\$)	<u>\$213.36</u>

10. Direct Monthly Cost (Ln 9 / 12) \$17.78

Percent  
Investment

1. Circuit Equipment Depreciation	7.64%
2. Outside Plant Depreciation	2.88%
3. Return	5.69%
4. Federal and State Income Tax	2.93%
5. Annual Nonrecoverable Cost	4.73%
6. Maintenance	7.20%
7. Administration/Marketing	0.00%
8. Other Taxes	1.39%
9. Total Annual Charge (\$)	<u>26.33%</u>

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,090.85
Engineering Labor – Circuit	145.94
Installation Labor – Circuit	475.86
Total Circuit Investment	<u>\$6,712.65</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$6,712.65

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$515.48
2. Outside Plant Depreciation	0.00
3. Return	387.47
4. Federal and State Income Tax	199.59
5. Annual Nonrecoverable Cost	462.14
6. Maintenance	246.84
7. Administration/Marketing	0.00
8. Other Taxes	93.84
9. Total Annual Charge (\$)	<u>\$1,905.36</u>

10. Direct Monthly Cost (Ln 9 / 12) \$158.78

Percent  
Investment

1. Circuit Equipment Depreciation	7.68%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	2.97%
5. Annual Nonrecoverable Cost	6.88%
6. Maintenance	3.68%
7. Administration/Marketing	0.00%
8. Other Taxes	1.40%
9. Total Annual Charge (\$)	<u>28.38%</u>

Tariffed Rate \$375.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,733.34
Engineering Labor – Circuit	509.53
Installation Labor – Circuit	1,611.80
Total Circuit Investment	<u>\$22,854.67</u>

Equipment – Outside Plant	\$4,138.73
Engineering Labor – Outside Plant	307.38
Installation Labor – Outside Plant	1,956.12
Total Outside Plant Investment	<u>\$6,402.23</u>

Total DS3 Service Investment \$29,256.90

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,752.05
2. Outside Plant Depreciation	184.12
3. Return	1,678.71
4. Federal and State Income Tax	864.70
5. Annual Nonrecoverable Cost	1,436.31
6. Maintenance	1,405.44
7. Administration/Marketing	0.00
8. Other Taxes	408.00
9. Total Annual Charge (\$)	<u>\$7,729.33</u>

10. Direct Monthly Cost (Ln 9 / 12) \$644.11

Percent  
Investment

1. Circuit Equipment Depreciation	7.67%
2. Outside Plant Depreciation	2.88%
3. Return	5.74%
4. Federal and State Income Tax	2.96%
5. Annual Nonrecoverable Cost	4.91%
6. Maintenance	4.80%
7. Administration/Marketing	0.00%
8. Other Taxes	1.39%
9. Total Annual Charge (\$)	<u>26.42%</u>

Tariffed Service \$1,987.50

STATE: GTOC - MISSOURI  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment:GTKY-DS3

A. DS3 Individual System Optical SAL - 7 year

Equipment - Circuit	\$6,394.34
Engineering Labor - Circuit	147.15
Installation Labor - Circuit	503.96
Total Circuit Investment	<u>\$7,045.45</u>
Equipment - Outside Plant	\$674.28
Engineering Labor - Outside Plant	49.47
Installation Labor - Outside Plant	286.33
Total Outside Plant Investment	<u>\$1,010.08</u>

Total Individual DS3 SAL Investment \$8,055.53

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$781.63
2. Outside Plant Depreciation	37.63
3. Return	461.42
4. Federal and State Income Tax	261.95
5. Annual Nonrecoverable Cost	(135.16)
6. Maintenance	279.48
7. Administration/Marketing	0.00
8. Other Taxes	65.04
9. Total Annual Charge (\$)	<u>\$1,751.99</u>

10. Direct Monthly Cost (Ln 9 / 12) \$146.00

FINANCIAL FACTORS	
Administration ACF	9.58%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.60%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent Investment

1. Circuit Equipment Depreciation	11.09%
2. Outside Plant Depreciation	3.73%
3. Return	5.73%
4. Federal and State Income Tax	3.25%
5. Annual Nonrecoverable Cost	-1.68%
6. Maintenance	3.47%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>21.75%</u>

Tariffed Rate \$637.50

C. DS3 Transport Facility

Equipment - Circuit	\$18.06
Engineering Labor - Circuit	0.24
Installation Labor - Circuit	1.92
Total Circuit Investment	<u>\$18.22</u>

Equipment - Outside Plant	\$439.35
Engineering Labor - Outside Plant	32.15
Installation Labor - Outside Plant	173.11
Total Outside Plant Investment	<u>\$644.61</u>

Total DS3 Transport Facility Investment \$662.83

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.02
2. Outside Plant Depreciation	23.98
3. Return	37.69
4. Federal and State Income Tax	21.40
5. Annual Nonrecoverable Cost	35.75
6. Maintenance	12.84
7. Administration/Marketing	0.00
8. Other Taxes	5.40
9. Total Annual Charge (\$)	<u>\$139.08</u>

10. Direct Monthly Cost (Ln 9 / 12) \$11.59

Percent Investment

1. Circuit Equipment Depreciation	11.09%
2. Outside Plant Depreciation	3.72%
3. Return	5.69%
4. Federal and State Income Tax	3.23%
5. Annual Nonrecoverable Cost	5.39%
6. Maintenance	1.94%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>20.98%</u>

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment - Circuit	\$6,263.54
Engineering Labor - Circuit	145.34
Installation Labor - Circuit	489.43
Total Circuit Investment	<u>\$6,898.31</u>
Equipment - Outside Plant	\$0.00
Engineering Labor - Outside Plant	0.00
Installation Labor - Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$6,898.31

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$768.06
2. Outside Plant Depreciation	0.00
3. Return	398.20
4. Federal and State Income Tax	226.06
5. Annual Nonrecoverable Cost	214.37
6. Maintenance	255.84
7. Administration/Marketing	0.00
8. Other Taxes	55.92
9. Total Annual Charge (\$)	<u>\$1,918.45</u>

10. Direct Monthly Cost (Ln 9 / 12) \$159.87

Percent Investment

1. Circuit Equipment Depreciation	11.13%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.26%
5. Annual Nonrecoverable Cost	3.11%
6. Maintenance	3.71%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>27.81%</u>

Tariffed Rate \$300.00

D. DS3 Service - 1 SAL, 2 Terminations, 10 miles Facility

Equipment - Circuit	\$19,082.02
Engineering Labor - Circuit	440.23
Installation Labor - Circuit	1,502.02
Total Circuit Investment	<u>\$21,024.27</u>

Equipment - Outside Plant	\$5,067.78
Engineering Labor - Outside Plant	370.97
Installation Labor - Outside Plant	2,017.43
Total Outside Plant Investment	<u>\$7,456.18</u>

Total DS3 Service Investment \$28,480.45

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,337.95
2. Outside Plant Depreciation	277.43
3. Return	1,634.72
4. Federal and State Income Tax	928.07
5. Annual Nonrecoverable Cost	651.08
6. Maintenance	919.56
7. Administration/Marketing	0.00
8. Other Taxes	230.88
9. Total Annual Charge (\$)	<u>\$6,979.69</u>

10. Direct Monthly Cost (Ln 9 / 12) \$581.64

Percent Investment

1. Circuit Equipment Depreciation	11.12%
2. Outside Plant Depreciation	3.72%
3. Return	5.74%
4. Federal and State Income Tax	3.26%
5. Annual Nonrecoverable Cost	2.29%
6. Maintenance	3.23%
7. Administration/Marketing	0.00%
8. Other Taxes	0.81%
9. Total Annual Charge (\$)	<u>24.51%</u>

Tariffed Service \$1,837.50

STATE: GTOC – NORTH CAROLINA  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment:GTNC-DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,851.28
Engineering Labor – Circuit	148.72
Installation Labor – Circuit	615.45
Total Circuit Investment	<u>\$7,615.45</u>

Equipment – Outside Plant	\$729.58
Engineering Labor – Outside Plant	44.50
Installation Labor – Outside Plant	297.65
Total Outside Plant Investment	<u>\$1,071.73</u>

Total Individual DS3 SAL Investment **\$8,687.18**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$704.89
2. Outside Plant Depreciation	35.94
3. Return	497.56
4. Federal and State Income Tax	299.43
5. Annual Nonrecoverable Cost	(9.98)
6. Maintenance	209.16
7. Administration/Marketing	0.00
8. Other Taxes	128.40
9. Total Annual Charge (\$)	<u>\$1,865.40</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$155.45**

FINANCIAL FACTORS	
Administration ACF	16.45%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.80%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent Investment

1. Circuit Equipment Depreciation	9.26%
2. Outside Plant Depreciation	3.35%
3. Return	5.73%
4. Federal and State Income Tax	3.45%
5. Annual Nonrecoverable Cost	-0.11%
6. Maintenance	2.41%
7. Administration/Marketing	0.00%
8. Other Taxes	1.48%
9. Total Annual Charge (\$)	<u>21.47%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$24.43
Engineering Labor – Circuit	0.35
Installation Labor – Circuit	3.33
Total Circuit Investment	<u>\$28.11</u>

Equipment – Outside Plant	\$475.38
Engineering Labor – Outside Plant	28.92
Installation Labor – Outside Plant	179.57
Total Outside Plant Investment	<u>\$683.87</u>

Total DS3 Transport Facility Investment **\$711.98**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.60	9.25%
2. Outside Plant Depreciation	22.90	3.35%
3. Return	40.50	5.69%
4. Federal and State Income Tax	24.37	3.42%
5. Annual Nonrecoverable Cost	39.24	5.51%
6. Maintenance	9.60	1.35%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	10.44	1.47%
9. Total Annual Charge (\$)	<u>\$149.65</u>	<u>21.02%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$12.47** Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,711.13
Engineering Labor – Circuit	146.90
Installation Labor – Circuit	597.71
Total Circuit Investment	<u>\$7,455.74</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$7,455.74**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$692.57	9.29%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	430.28	5.77%
4. Federal and State Income Tax	258.94	3.47%
5. Annual Nonrecoverable Cost	351.97	4.72%
6. Maintenance	191.88	2.57%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	124.92	1.68%
9. Total Annual Charge (\$)	<u>\$2,050.56</u>	<u>27.50%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$170.88** Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,517.84
Engineering Labor – Circuit	446.02
Installation Labor – Circuit	1,844.17
Total Circuit Investment	<u>\$22,808.03</u>

Equipment – Outside Plant	\$5,483.38
Engineering Labor – Outside Plant	333.70
Installation Labor – Outside Plant	2,093.35
Total Outside Plant Investment	<u>\$7,910.43</u>

Total DS3 Service Investment **\$30,718.46**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,116.03	9.28%
2. Outside Plant Depreciation	264.94	3.35%
3. Return	1,763.12	5.74%
4. Federal and State Income Tax	1,061.01	3.45%
5. Annual Nonrecoverable Cost	1,086.36	3.54%
6. Maintenance	688.92	2.24%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	482.64	1.57%
9. Total Annual Charge (\$)	<u>\$7,463.02</u>	<u>24.29%</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$621.92** Tariffed Service **\$1,657.50**

STATE: GTOC – OHIO  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTNC–DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,511.86
Engineering Labor – Circuit	141.97
Installation Labor – Circuit	470.87
Total Circuit Investment	\$7,124.70
Equipment – Outside Plant	\$582.12
Engineering Labor – Outside Plant	36.23
Installation Labor – Outside Plant	292.06
Total Outside Plant Investment	\$910.43

Total Individual DS3 SAL Investment \$8,035.13

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$672.51
2. Outside Plant Depreciation	47.02
3. Return	460.31
4. Federal and State Income Tax	237.10
5. Annual Nonrecoverable Cost	(18.58)
6. Maintenance	289.20
7. Administration/Marketing	0.00
8. Other Taxes	301.32
9. Total Annual Charge (\$)	\$1,988.88

10. Direct Monthly Cost (Ln 9 / 12) \$165.74

FINANCIAL FACTORS	
Administration ACF	11.89%
Circuit Equip Maintenance	3.76%
Outside Plant Maintenance	2.05%
Gross Receipts Rate	4.75%
Property Tax Rate	2.55%
Fraction of Equity	60.93%
Fraction of Debt	39.07%
Return on Equity	13.27%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	0.00%

Percent Investment

1. Circuit Equipment Depreciation	9.44%
2. Outside Plant Depreciation	5.16%
3. Return	5.73%
4. Federal and State Income Tax	2.95%
5. Annual Nonrecoverable Cost	-0.23%
6. Maintenance	3.60%
7. Administration/Marketing	0.00%
8. Other Taxes	3.75%
9. Total Annual Charge (\$)	24.75%

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment – Circuit	\$11.83
Engineering Labor – Circuit	0.17
Installation Labor – Circuit	1.30
Total Circuit Investment	\$13.30

Equipment – Outside Plant	\$379.30
Engineering Labor – Outside Plant	23.55
Installation Labor – Outside Plant	175.02
Total Outside Plant Investment	\$577.87

Total DS3 Transport Facility Investment \$591.17

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1.25
2. Outside Plant Depreciation	29.80
3. Return	33.60
4. Federal and State Income Tax	17.31
5. Annual Nonrecoverable Cost	24.59
6. Maintenance	12.36
7. Administration/Marketing	0.00
8. Other Taxes	21.96
9. Total Annual Charge (\$)	\$140.87

10. Direct Monthly Cost (Ln 9 / 12) \$11.74

Percent Investment

1. Circuit Equipment Depreciation	9.40%
2. Outside Plant Depreciation	5.16%
3. Return	5.68%
4. Federal and State Income Tax	2.93%
5. Annual Nonrecoverable Cost	4.16%
6. Maintenance	2.09%
7. Administration/Marketing	0.00%
8. Other Taxes	3.71%
9. Total Annual Charge (\$)	23.83%

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,378.66
Engineering Labor – Circuit	140.23
Installation Labor – Circuit	457.29
Total Circuit Investment	\$6,976.18
Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	\$0.00

Total DS3 Termination Investment \$6,976.18

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$660.88	9.47%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	402.77	5.77%
4. Federal and State Income Tax	207.46	2.97%
5. Annual Nonrecoverable Cost	345.41	4.95%
6. Maintenance	265.80	3.81%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	283.08	4.06%
9. Total Annual Charge (\$)	\$2,165.40	31.04%

10. Direct Monthly Cost (Ln 9 / 12) \$180.45 Tariffed Rate \$300.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$19,387.48
Engineering Labor – Circuit	424.13
Installation Labor – Circuit	1,398.45
Total Circuit Investment	\$21,210.06

Equipment – Outside Plant	\$4,375.12
Engineering Labor – Outside Plant	271.73
Installation Labor – Outside Plant	2,042.28
Total Outside Plant Investment	\$6,689.13

Total DS3 Service Investment \$27,899.19

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,006.77	9.46%
2. Outside Plant Depreciation	345.02	5.16%
3. Return	1,601.85	5.74%
4. Federal and State Income Tax	825.12	2.96%
5. Annual Nonrecoverable Cost	918.14	3.29%
6. Maintenance	944.40	3.39%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	1,087.08	3.90%
9. Total Annual Charge (\$)	\$7,728.38	27.70%

10. Direct Monthly Cost (Ln 9 / 12) \$644.03 Tariffed Service \$1,657.50

STATE: GTOC – OKLAHOMA  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment:GTNC–DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,074.15
Engineering Labor – Circuit	158.10
Installation Labor – Circuit	524.52
Total Circuit Investment	<u>\$6,756.77</u>
Equipment – Outside Plant	\$748.39
Engineering Labor – Outside Plant	45.17
Installation Labor – Outside Plant	298.45
Total Outside Plant Investment	<u>\$1,092.01</u>

Total Individual DS3 SAL Investment \$7,848.78

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$649.28
2. Outside Plant Depreciation	47.84
3. Return	449.51
4. Federal and State Income Tax	260.22
5. Annual Nonrecoverable Cost	(38.01)
6. Maintenance	337.20
7. Administration/Marketing	0.00
8. Other Taxes	102.24
9. Total Annual Charge (\$)	<u>\$1,808.28</u>

10. Direct Monthly Cost (Ln 9 / 12) \$150.69

FINANCIAL FACTORS	
Administration ACF	8.51%
Circuit Equip Maintenance	4.49%
Outside Plant Maintenance	2.82%
Gross Receipts Rate	0.00%
Property Tax Rate	1.29%
Fraction of Equity	60.56%
Fraction of Debt	39.44%
Return on Equity	12.19%
Debt Rate	9.81%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	6.00%

Percent  
Investment

1. Circuit Equipment Depreciation	9.61%
2. Outside Plant Depreciation	4.38%
3. Return	5.73%
4. Federal and State Income Tax	3.32%
5. Annual Nonrecoverable Cost	-0.48%
6. Maintenance	4.30%
7. Administration/Marketing	0.00%
8. Other Taxes	1.30%
9. Total Annual Charge (\$)	<u>23.04%</u>
10. Direct Monthly Cost (Ln 9 / 12)	Tariffed Rate \$457.50

B. DS3 Transport Termination

Equipment – Circuit	\$5,949.92
Engineering Labor – Circuit	158.16
Installation Labor – Circuit	509.41
Total Circuit Investment	<u>\$6,615.49</u>
Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$6,615.49

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$637.97	9.64%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	381.78	5.77%
4. Federal and State Income Tax	221.01	3.34%
5. Annual Nonrecoverable Cost	298.48	4.51%
6. Maintenance	300.84	4.55%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	86.52	1.31%
9. Total Annual Charge (\$)	<u>\$1,926.60</u>	<u>29.12%</u>

10. Direct Monthly Cost (Ln 9 / 12) \$160.55 Tariffed Rate \$346.12

C. DS3 Transport Facility

Equipment – Circuit	\$19.89
Engineering Labor – Circuit	0.34
Installation Labor – Circuit	2.60
Total Circuit Investment	<u>\$22.83</u>

Equipment – Outside Plant	\$487.64
Engineering Labor – Outside Plant	29.35
Installation Labor – Outside Plant	179.06
Total Outside Plant Investment	<u>\$696.05</u>

Total DS3 Transport Facility Investment \$718.88

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.19
2. Outside Plant Depreciation	30.45
3. Return	40.89
4. Federal and State Income Tax	23.67
5. Annual Nonrecoverable Cost	33.72
6. Maintenance	20.76
7. Administration/Marketing	0.00
8. Other Taxes	9.36
9. Total Annual Charge (\$)	<u>\$161.04</u>

10. Direct Monthly Cost (Ln 9 / 12) \$13.42

Percent  
Investment

1. Circuit Equipment Depreciation	9.59%
2. Outside Plant Depreciation	4.37%
3. Return	5.69%
4. Federal and State Income Tax	3.29%
5. Annual Nonrecoverable Cost	4.69%
6. Maintenance	2.89%
7. Administration/Marketing	0.00%
8. Other Taxes	1.30%
9. Total Annual Charge (\$)	<u>22.40%</u>
10. Direct Monthly Cost (Ln 9 / 12)	Tariffed Rate \$60.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$18,172.89
Engineering Labor – Circuit	473.82
Installation Labor – Circuit	1,569.34
Total Circuit Investment	<u>\$20,216.05</u>

Equipment – Outside Plant	\$5,624.79
Engineering Labor – Outside Plant	338.67
Installation Labor – Outside Plant	2,089.05
Total Outside Plant Investment	<u>\$8,052.51</u>

Total DS3 Service Investment \$28,268.56

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,947.12	9.63%
2. Outside Plant Depreciation	352.34	4.38%
3. Return	1,621.97	5.74%
4. Federal and State Income Tax	938.94	3.32%
5. Annual Nonrecoverable Cost	898.15	3.17%
6. Maintenance	1,146.48	4.06%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	368.88	1.30%
9. Total Annual Charge (\$)	<u>\$7,271.88</u>	<u>25.72%</u>

10. Direct Monthly Cost (Ln 9 / 12) \$605.99 Tariffed Service \$1,749.74

STATE: GTOC - OREGON  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTNC - DSC

A. DS3 Individual System Optical SAL - 7 year

Equipment - Circuit	\$6,911.70
Engineering Labor - Circuit	209.53
Installation Labor - Circuit	542.52
Total Circuit Investment	<u>\$7,663.75</u>

Equipment - Outside Plant	\$751.57
Engineering Labor - Outside Plant	50.52
Installation Labor - Outside Plant	313.86
Total Outside Plant Investment	<u>\$1,115.95</u>

Total Individual DS3 SAL Investment \$8,779.70

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$599.53
2. Outside Plant Depreciation	53.49
3. Return	502.86
4. Federal and State Income Tax	294.57
5. Annual Nonrecoverable Cost	87.95
6. Maintenance	358.08
7. Administration/Marketing	0.00
8. Other Taxes	166.56
9. Total Annual Charge (\$)	<u>\$2,063.04</u>

10. Direct Monthly Cost (Ln 9 / 12) \$171.92

FINANCIAL FACTORS	
Administration ACF	11.44%
Circuit Equip Maintenance	4.28%
Outside Plant Maintenance	2.40%
Gross Receipts Rate	0.00%
Property Tax Rate	1.88%
Fraction of Equity	56.65%
Fraction of Debt	43.35%
Return on Equity	12.58%
Debt Rate	9.51%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	6.60%

Percent  
Investment

1. Circuit Equipment Depreciation	7.82%
2. Outside Plant Depreciation	4.79%
3. Return	5.73%
4. Federal and State Income Tax	3.36%
5. Annual Nonrecoverable Cost	1.00%
6. Maintenance	4.08%
7. Administration/Marketing	0.00%
8. Other Taxes	1.90%
9. Total Annual Charge (\$)	<u>23.50%</u>

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment - Circuit	\$15.36
Engineering Labor - Circuit	0.30
Installation Labor - Circuit	1.83
Total Circuit Investment	<u>\$17.49</u>

Equipment - Outside Plant	\$489.72
Engineering Labor - Outside Plant	32.83
Installation Labor - Outside Plant	188.47
Total Outside Plant Investment	<u>\$711.02</u>

Total DS3 Transport Facility Investment \$728.51

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1.36
2. Outside Plant Depreciation	34.03
3. Return	41.43
4. Federal and State Income Tax	24.27
5. Annual Nonrecoverable Cost	31.14
6. Maintenance	17.88
7. Administration/Marketing	0.00
8. Other Taxes	13.80
9. Total Annual Charge (\$)	<u>\$163.91</u>

10. Direct Monthly Cost (Ln 9 / 12) \$13.66

Percent  
Investment

1. Circuit Equipment Depreciation	7.78%
2. Outside Plant Depreciation	4.79%
3. Return	5.69%
4. Federal and State Income Tax	3.33%
5. Annual Nonrecoverable Cost	4.27%
6. Maintenance	2.45%
7. Administration/Marketing	0.00%
8. Other Taxes	1.89%
9. Total Annual Charge (\$)	<u>22.50%</u>

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment - Circuit	\$6,770.32
Engineering Labor - Circuit	206.96
Installation Labor - Circuit	526.88
Total Circuit Investment	<u>\$7,504.16</u>

Equipment - Outside Plant	\$0.00
Engineering Labor - Outside Plant	0.00
Installation Labor - Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$7,504.16

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$589.14
2. Outside Plant Depreciation	0.00
3. Return	433.10
4. Federal and State Income Tax	253.71
5. Annual Nonrecoverable Cost	465.73
6. Maintenance	325.32
7. Administration/Marketing	0.00
8. Other Taxes	142.92
9. Total Annual Charge (\$)	<u>\$2,209.92</u>

10. Direct Monthly Cost (Ln 9 / 12) \$184.16

Percent  
Investment

1. Circuit Equipment Depreciation	7.85%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.38%
5. Annual Nonrecoverable Cost	6.21%
6. Maintenance	4.34%
7. Administration/Marketing	0.00%
8. Other Taxes	1.90%
9. Total Annual Charge (\$)	<u>29.45%</u>

Tariffed Rate \$300.00

D. DS3 Service - 1 SAL, 2 Terminations, 10 miles Facility

Equipment - Circuit	\$20,605.94
Engineering Labor - Circuit	626.45
Installation Labor - Circuit	1,614.58
Total Circuit Investment	<u>\$22,846.97</u>

Equipment - Outside Plant	\$5,648.77
Engineering Labor - Outside Plant	378.82
Installation Labor - Outside Plant	2,198.56
Total Outside Plant Investment	<u>\$8,226.15</u>

Total DS3 Service Investment \$31,073.12

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,791.41
2. Outside Plant Depreciation	393.79
3. Return	1,783.36
4. Federal and State Income Tax	1,044.69
5. Annual Nonrecoverable Cost	1,330.81
6. Maintenance	1,187.52
7. Administration/Marketing	0.00
8. Other Taxes	590.40
9. Total Annual Charge (\$)	<u>\$8,121.98</u>

10. Direct Monthly Cost (Ln 9 / 12) \$676.83

Percent  
Investment

1. Circuit Equipment Depreciation	7.84%
2. Outside Plant Depreciation	4.79%
3. Return	5.74%
4. Federal and State Income Tax	3.36%
5. Annual Nonrecoverable Cost	4.28%
6. Maintenance	3.82%
7. Administration/Marketing	0.00%
8. Other Taxes	1.90%
9. Total Annual Charge (\$)	<u>26.14%</u>

Tariffed Service \$1,657.50

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,511.86
Engineering Labor – Circuit	143.62
Installation Labor – Circuit	481.63
Total Circuit Investment	\$7,137.11
Equipment – Outside Plant	\$603.13
Engineering Labor – Outside Plant	40.90
Installation Labor – Outside Plant	302.62
Total Outside Plant Investment	\$946.65

Total Individual DS3 SAL Investment \$8,083.76

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$685.92
2. Outside Plant Depreciation	39.74
3. Return	463.07
4. Federal and State Income Tax	303.17
5. Annual Nonrecoverable Cost	(33.90)
6. Maintenance	373.32
7. Administration/Marketing	0.00
8. Other Taxes	259.56
9. Total Annual Charge (\$)	\$2,090.88

10. Direct Monthly Cost (Ln 9 / 12) \$174.24

FINANCIAL FACTORS	
Administration ACF	11.61%
Circuit Equip Maintenance	4.94%
Outside Plant Maintenance	1.83%
Gross Receipts Rate	5.00%
Property Tax Rate	1.90%
Fraction of Equity	58.51%
Fraction of Debt	41.49%
Return on Equity	13.48%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	12.25%

Percent Investment

1. Circuit Equipment Depreciation	9.61%
2. Outside Plant Depreciation	4.20%
3. Return	5.73%
4. Federal and State Income Tax	3.75%
5. Annual Nonrecoverable Cost	-0.42%
6. Maintenance	4.62%
7. Administration/Marketing	0.00%
8. Other Taxes	3.21%
9. Total Annual Charge (\$)	25.87%

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment – Circuit	\$6.52
Engineering Labor – Circuit	0.09
Installation Labor – Circuit	0.73
Total Circuit Investment	\$7.34

Equipment – Outside Plant	\$392.89
Engineering Labor – Outside Plant	26.59
Installation Labor – Outside Plant	181.41
Total Outside Plant Investment	\$600.89

Total DS3 Transport Facility Investment \$608.23

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$0.70
2. Outside Plant Depreciation	25.19
3. Return	34.58
4. Federal and State Income Tax	22.64
5. Annual Nonrecoverable Cost	33.05
6. Maintenance	11.40
7. Administration/Marketing	0.00
8. Other Taxes	18.96
9. Total Annual Charge (\$)	\$146.52

10. Direct Monthly Cost (Ln 9 / 12) \$12.21

Percent Investment

1. Circuit Equipment Depreciation	9.54%
2. Outside Plant Depreciation	4.19%
3. Return	5.69%
4. Federal and State Income Tax	3.72%
5. Annual Nonrecoverable Cost	5.43%
6. Maintenance	1.87%
7. Administration/Marketing	0.00%
8. Other Taxes	3.12%
9. Total Annual Charge (\$)	24.09%

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,470.70
Engineering Labor – Circuit	141.86
Installation Labor – Circuit	467.75
Total Circuit Investment	\$7,080.31

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	\$0.00

Total DS3 Termination Investment \$7,080.31

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$674.05	9.52%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	403.44	5.70%
4. Federal and State Income Tax	284.14	3.73%
5. Annual Nonrecoverable Cost	324.57	4.58%
6. Maintenance	349.80	4.94%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	247.68	3.50%
9. Total Annual Charge (\$)	\$2,263.68	31.97%

10. Direct Monthly Cost (Ln 9 / 12) \$188.64 Tariffed Rate \$300.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$19,518.46
Engineering Labor – Circuit	428.24
Installation Labor – Circuit	1,424.43
Total Circuit Investment	\$21,371.13

Equipment – Outside Plant	\$4,532.03
Engineering Labor – Outside Plant	308.80
Installation Labor – Outside Plant	2,116.72
Total Outside Plant Investment	\$6,955.55

Total DS3 Service Investment \$28,326.68

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,041.02	9.55%
2. Outside Plant Depreciation	291.64	4.19%
3. Return	1,615.75	5.70%
4. Federal and State Income Tax	1,057.85	3.73%
5. Annual Nonrecoverable Cost	945.74	3.34%
6. Maintenance	1,186.92	4.19%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	944.52	3.33%
9. Total Annual Charge (\$)	\$8,083.44	28.54%

10. Direct Monthly Cost (Ln 9 / 12) \$673.62 Tariffed Service \$1,657.50



STATE: GTOC – SOUTH CAROLINA  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTNC – DSG

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,851.28
Engineering Labor – Circuit	146.72
Installation Labor – Circuit	616.74
Total Circuit Investment	<u>\$7,616.74</u>

Equipment – Outside Plant	\$729.56
Engineering Labor – Outside Plant	40.65
Installation Labor – Outside Plant	297.67
Total Outside Plant Investment	<u>\$1,067.88</u>

Total Individual DS3 SAL Investment **\$8,684.62**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$761.14
2. Outside Plant Depreciation	44.85
3. Return	497.41
4. Federal and State Income Tax	282.38
5. Annual Nonrecoverable Cost	(65.38)
6. Maintenance	209.16
7. Administration/Marketing	0.00
8. Other Taxes	152.04
9. Total Annual Charge (\$)	<u>\$1,881.80</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$156.80**

FINANCIAL FACTORS	
Administration ACF	10.63%
Circuit Equip Maintenance	2.54%
Outside Plant Maintenance	1.29%
Gross Receipts Rate	0.30%
Property Tax Rate	1.67%
Fraction of Equity	57.36%
Fraction of Debt	42.64%
Return on Equity	12.87%
Debt Rate	9.07%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	5.00%

Percent  
Investment

1. Circuit Equipment Depreciation	9.99%
2. Outside Plant Depreciation	4.20%
3. Return	5.73%
4. Federal and State Income Tax	3.25%
5. Annual Nonrecoverable Cost	-0.75%
6. Maintenance	2.41%
7. Administration/Marketing	0.00%
8. Other Taxes	1.75%
9. Total Annual Charge (\$)	<u>21.67%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$24.43
Engineering Labor – Circuit	0.35
Installation Labor – Circuit	3.33
Total Circuit Investment	<u>\$28.11</u>

Equipment – Outside Plant	\$475.38
Engineering Labor – Outside Plant	26.42
Installation Labor – Outside Plant	179.57
Total Outside Plant Investment	<u>\$681.37</u>

Total DS3 Transport Facility Investment **\$709.48**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.80
2. Outside Plant Depreciation	28.57
3. Return	40.36
4. Federal and State Income Tax	22.91
5. Annual Nonrecoverable Cost	33.88
6. Maintenance	9.60
7. Administration/Marketing	0.00
8. Other Taxes	12.36
9. Total Annual Charge (\$)	<u>\$150.48</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$12.54**

Percent  
Investment

1. Circuit Equipment Depreciation	9.96%
2. Outside Plant Depreciation	4.19%
3. Return	5.69%
4. Federal and State Income Tax	3.23%
5. Annual Nonrecoverable Cost	4.78%
6. Maintenance	1.35%
7. Administration/Marketing	0.00%
8. Other Taxes	1.74%
9. Total Annual Charge (\$)	<u>21.21%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$6,711.13
Engineering Labor – Circuit	146.90
Installation Labor – Circuit	598.96
Total Circuit Investment	<u>\$7,456.99</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$7,456.99**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$747.83
2. Outside Plant Depreciation	0.00
3. Return	430.35
4. Federal and State Income Tax	244.31
5. Annual Nonrecoverable Cost	308.51
6. Maintenance	191.88
7. Administration/Marketing	0.00
8. Other Taxes	132.36
9. Total Annual Charge (\$)	<u>\$2,055.24</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$171.27**

Percent  
Investment

1. Circuit Equipment Depreciation	10.03%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.28%
5. Annual Nonrecoverable Cost	4.14%
6. Maintenance	2.57%
7. Administration/Marketing	0.00%
8. Other Taxes	1.77%
9. Total Annual Charge (\$)	<u>27.56%</u>

Tariffed Rate **\$300.00**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,517.84
Engineering Labor – Circuit	446.02
Installation Labor – Circuit	1,847.96
Total Circuit Investment	<u>\$22,811.82</u>

Equipment – Outside Plant	\$5,483.36
Engineering Labor – Outside Plant	304.85
Installation Labor – Outside Plant	2,093.37
Total Outside Plant Investment	<u>\$7,881.58</u>

Total DS3 Service Investment **\$30,693.40**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,284.80
2. Outside Plant Depreciation	330.55
3. Return	1,761.71
4. Federal and State Income Tax	1,000.10
5. Annual Nonrecoverable Cost	890.44
6. Maintenance	688.92
7. Administration/Marketing	0.00
8. Other Taxes	540.36
9. Total Annual Charge (\$)	<u>\$7,496.88</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$624.74**

Percent  
Investment

1. Circuit Equipment Depreciation	10.02%
2. Outside Plant Depreciation	4.19%
3. Return	5.74%
4. Federal and State Income Tax	3.26%
5. Annual Nonrecoverable Cost	2.90%
6. Maintenance	2.24%
7. Administration/Marketing	0.00%
8. Other Taxes	1.76%
9. Total Annual Charge (\$)	<u>24.43%</u>

Tariffed Service **\$1,657.50**

STATE: GTOC – TEXAS  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTTX – DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,074.15
Engineering Labor – Circuit	158.10
Installation Labor – Circuit	524.52
Total Circuit Investment	<u>\$6,756.77</u>

Equipment – Outside Plant	\$748.39
Engineering Labor – Outside Plant	45.17
Installation Labor – Outside Plant	298.45
Total Outside Plant Investment	<u>\$1,092.01</u>

Total Individual DS3 SAL Investment **\$7,848.78**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$718.16
2. Outside Plant Depreciation	47.84
3. Return	449.51
4. Federal and State Income Tax	231.54
5. Annual Nonrecoverable Cost	(100.77)
6. Maintenance	331.80
7. Administration/Marketing	0.00
8. Other Taxes	80.76
9. Total Annual Charge (\$)	<u>\$1,758.84</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$146.57**

FINANCIAL FACTORS	
Administration ACF	10.19%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.80%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent  
Investment

1. Circuit Equipment Depreciation	10.63%
2. Outside Plant Depreciation	4.38%
3. Return	5.73%
4. Federal and State Income Tax	2.95%
5. Annual Nonrecoverable Cost	-1.28%
6. Maintenance	4.23%
7. Administration/Marketing	0.00%
8. Other Taxes	1.03%
9. Total Annual Charge (\$)	<u>22.41%</u>

Tariffed Rate **\$457.50**

C. DS3 Transport Facility

Equipment – Circuit	\$22.88
Engineering Labor – Circuit	0.38
Installation Labor – Circuit	2.99
Total Circuit Investment	<u>\$26.25</u>

Equipment – Outside Plant	\$560.78
Engineering Labor – Outside Plant	33.75
Installation Labor – Outside Plant	205.92
Total Outside Plant Investment	<u>\$800.45</u>

Total DS3 Transport Facility Investment **\$826.70**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2.78
2. Outside Plant Depreciation	35.01
3. Return	47.03
4. Federal and State Income Tax	24.22
5. Annual Nonrecoverable Cost	37.59
6. Maintenance	18.96
7. Administration/Marketing	0.00
8. Other Taxes	8.40
9. Total Annual Charge (\$)	<u>\$173.99</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$14.50**

Percent  
Investment

1. Circuit Equipment Depreciation	10.59%
2. Outside Plant Depreciation	4.37%
3. Return	5.69%
4. Federal and State Income Tax	2.93%
5. Annual Nonrecoverable Cost	4.55%
6. Maintenance	2.29%
7. Administration/Marketing	0.00%
8. Other Taxes	1.02%
9. Total Annual Charge (\$)	<u>21.05%</u>

Tariffed Rate **\$60.00**

B. DS3 Transport Termination

Equipment – Circuit	\$5,949.85
Engineering Labor – Circuit	156.16
Installation Labor – Circuit	509.41
Total Circuit Investment	<u>\$6,615.42</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment **\$6,615.42**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$705.65
2. Outside Plant Depreciation	0.00
3. Return	381.78
4. Federal and State Income Tax	196.65
5. Annual Nonrecoverable Cost	234.88
6. Maintenance	302.28
7. Administration/Marketing	0.00
8. Other Taxes	68.40
9. Total Annual Charge (\$)	<u>\$1,889.64</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$157.47**

Percent  
Investment

1. Circuit Equipment Depreciation	10.67%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	2.97%
5. Annual Nonrecoverable Cost	3.55%
6. Maintenance	4.57%
7. Administration/Marketing	0.00%
8. Other Taxes	1.03%
9. Total Annual Charge (\$)	<u>28.56%</u>

Tariffed Rate **\$307.73**

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$18,202.65
Engineering Labor – Circuit	474.22
Installation Labor – Circuit	1,573.24
Total Circuit Investment	<u>\$20,250.11</u>

Equipment – Outside Plant	\$6,356.19
Engineering Labor – Outside Plant	382.67
Installation Labor – Outside Plant	2,357.65
Total Outside Plant Investment	<u>\$9,096.51</u>

Total DS3 Service Investment **\$29,346.62**

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$2,157.26
2. Outside Plant Depreciation	397.94
3. Return	1,683.37
4. Federal and State Income Tax	867.04
5. Annual Nonrecoverable Cost	744.89
6. Maintenance	1,125.96
7. Administration/Marketing	0.00
8. Other Taxes	301.56
9. Total Annual Charge (\$)	<u>\$7,278.02</u>

10. Direct Monthly Cost (Ln 9 / 12) **\$606.50**

Percent  
Investment

1. Circuit Equipment Depreciation	10.65%
2. Outside Plant Depreciation	4.37%
3. Return	5.74%
4. Federal and State Income Tax	2.95%
5. Annual Nonrecoverable Cost	2.54%
6. Maintenance	3.84%
7. Administration/Marketing	0.00%
8. Other Taxes	1.03%
9. Total Annual Charge (\$)	<u>24.80%</u>

Tariffed Service **\$1,672.96**

STATE: GTOC – WASHINGTON  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment:GTWA-DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,911.70
Engineering Labor – Circuit	209.53
Installation Labor – Circuit	542.52
Total Circuit Investment	\$7,663.75

Equipment – Outside Plant	\$751.57
Engineering Labor – Outside Plant	50.52
Installation Labor – Outside Plant	313.86
Total Outside Plant Investment	\$1,115.95

Total Individual DS3 SAL Investment \$8,779.70

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$581.74
2. Outside Plant Depreciation	32.14
3. Return	502.86
4. Federal and State Income Tax	259.02
5. Annual Nonrecoverable Cost	138.88
6. Maintenance	284.40
7. Administration/Marketing	0.00
8. Other Taxes	111.48
9. Total Annual Charge (\$)	\$1,910.52

10. Direct Monthly Cost (Ln 9 / 12) \$159.21

FINANCIAL FACTORS	
Administration ACF	9.99%
Circuit Equip Maintenance	4.88%
Outside Plant Maintenance	2.08%
Gross Receipts Rate	0.00%
Property Tax Rate	0.80%
Fraction of Equity	60.50%
Fraction of Debt	39.50%
Return on Equity	13.11%
Debt Rate	8.40%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	9.30%

Percent Investment

1. Circuit Equipment Depreciation	7.59%
2. Outside Plant Depreciation	2.88%
3. Return	5.73%
4. Federal and State Income Tax	2.95%
5. Annual Nonrecoverable Cost	1.58%
6. Maintenance	3.24%
7. Administration/Marketing	0.00%
8. Other Taxes	1.27%
9. Total Annual Charge (\$)	21.76%

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment – Circuit	\$15.36
Engineering Labor – Circuit	0.30
Installation Labor – Circuit	1.83
Total Circuit Investment	\$17.49

Equipment – Outside Plant	\$489.72
Engineering Labor – Outside Plant	32.83
Installation Labor – Outside Plant	188.47
Total Outside Plant Investment	\$711.02

Total DS3 Transport Facility Investment \$728.51

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1.32
2. Outside Plant Depreciation	20.45
3. Return	41.43
4. Federal and State Income Tax	21.34
5. Annual Nonrecoverable Cost	44.21
6. Maintenance	14.16
7. Administration/Marketing	0.00
8. Other Taxes	9.24
9. Total Annual Charge (\$)	\$152.15

10. Direct Monthly Cost (Ln 9 / 12) \$12.68

Percent Investment

1. Circuit Equipment Depreciation	7.55%
2. Outside Plant Depreciation	2.88%
3. Return	5.69%
4. Federal and State Income Tax	2.93%
5. Annual Nonrecoverable Cost	6.07%
6. Maintenance	1.94%
7. Administration/Marketing	0.00%
8. Other Taxes	1.27%
9. Total Annual Charge (\$)	20.89%

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,770.32
Engineering Labor – Circuit	208.96
Installation Labor – Circuit	526.88
Total Circuit Investment	\$7,504.16

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	\$0.00

Total DS3 Termination Investment \$7,504.16

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$571.66	7.62%
2. Outside Plant Depreciation	0.00	0.00%
3. Return	433.10	5.77%
4. Federal and State Income Tax	223.09	2.97%
5. Annual Nonrecoverable Cost	491.03	6.54%
6. Maintenance	258.48	3.44%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	99.00	1.32%
9. Total Annual Charge (\$)	\$2,076.36	27.67%

10. Direct Monthly Cost (Ln 9 / 12) \$173.03 Tariffed Rate \$300.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,605.94
Engineering Labor – Circuit	828.45
Installation Labor – Circuit	1,614.58
Total Circuit Investment	\$22,846.97

Equipment – Outside Plant	\$5,648.77
Engineering Labor – Outside Plant	378.82
Installation Labor – Outside Plant	2,198.56
Total Outside Plant Investment	\$8,226.15

Total DS3 Service Investment \$31,073.12

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,738.26	7.61%
2. Outside Plant Depreciation	236.64	2.88%
3. Return	1,783.36	5.74%
4. Federal and State Income Tax	918.60	2.96%
5. Annual Nonrecoverable Cost	1,563.04	5.03%
6. Maintenance	942.96	3.03%
7. Administration/Marketing	0.00	0.00%
8. Other Taxes	401.88	1.29%
9. Total Annual Charge (\$)	\$7,584.74	24.41%

10. Direct Monthly Cost (Ln 9 / 12) \$632.06 Tariffed Service \$1,657.50

STATE: GTOC – WISCONSIN  
DS3 COMPARABLE SERVICE COMPONENTS

Attachment: GTWA – DS3

A. DS3 Individual System Optical SAL – 7 year

Equipment – Circuit	\$6,159.29
Engineering Labor – Circuit	129.98
Installation Labor – Circuit	453.51
Total Circuit Investment	<u>\$6,742.78</u>
Equipment – Outside Plant	\$531.50
Engineering Labor – Outside Plant	26.32
Installation Labor – Outside Plant	267.91
Total Outside Plant Investment	<u>\$825.73</u>

Total Individual DS3 SAL Investment \$7,568.51

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$607.87
2. Outside Plant Depreciation	27.68
3. Return	433.59
4. Federal and State Income Tax	260.54
5. Annual Nonrecoverable Cost	8.32
6. Maintenance	308.88
7. Administration/Marketing	0.00
8. Other Taxes	183.36
9. Total Annual Charge (\$)	<u>\$1,830.24</u>

10. Direct Monthly Cost (Ln 9 / 12) \$152.52

FINANCIAL FACTORS	
Administration ACF	11.59%
Circuit Equip Maintenance	4.20%
Outside Plant Maintenance	2.76%
Gross Receipts Rate	5.60%
Property Tax Rate	1.06%
Fraction of Equity	58.51%
Fraction of Debt	41.49%
Return on Equity	13.48%
Debt Rate	8.10%
Cost of Money	11.25%
Federal Income Tax Rate	34.00%
State Income Tax Rate	7.90%

Percent  
Investment

1. Circuit Equipment Depreciation	9.02%
2. Outside Plant Depreciation	3.35%
3. Return	5.73%
4. Federal and State Income Tax	3.44%
5. Annual Nonrecoverable Cost	0.11%
6. Maintenance	4.08%
7. Administration/Marketing	0.00%
8. Other Taxes	2.42%
9. Total Annual Charge (\$)	<u>24.18%</u>

Tariffed Rate \$457.50

C. DS3 Transport Facility

Equipment – Circuit	\$180.77
Engineering Labor – Circuit	4.82
Installation Labor – Circuit	12.27
Total Circuit Investment	<u>\$197.86</u>

Equipment – Outside Plant	\$346.33
Engineering Labor – Outside Plant	17.11
Installation Labor – Outside Plant	159.69
Total Outside Plant Investment	<u>\$523.13</u>

Total DS3 Transport Facility Investment \$720.99

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$17.60
2. Outside Plant Depreciation	17.51
3. Return	41.03
4. Federal and State Income Tax	24.65
5. Annual Nonrecoverable Cost	30.05
6. Maintenance	22.92
7. Administration/Marketing	0.00
8. Other Taxes	17.28
9. Total Annual Charge (\$)	<u>\$171.24</u>

10. Direct Monthly Cost (Ln 9 / 12) \$14.27

Percent  
Investment

1. Circuit Equipment Depreciation	9.00%
2. Outside Plant Depreciation	3.35%
3. Return	5.69%
4. Federal and State Income Tax	3.42%
5. Annual Nonrecoverable Cost	4.17%
6. Maintenance	3.18%
7. Administration/Marketing	0.00%
8. Other Taxes	2.40%
9. Total Annual Charge (\$)	<u>23.75%</u>

Tariffed Rate \$60.00

B. DS3 Transport Termination

Equipment – Circuit	\$6,033.30
Engineering Labor – Circuit	128.38
Installation Labor – Circuit	440.44
Total Circuit Investment	<u>\$6,602.12</u>

Equipment – Outside Plant	\$0.00
Engineering Labor – Outside Plant	0.00
Installation Labor – Outside Plant	0.00
Total Outside Plant Investment	<u>\$0.00</u>

Total DS3 Termination Investment \$6,602.12

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$597.34
2. Outside Plant Depreciation	0.00
3. Return	381.16
4. Federal and State Income Tax	229.04
5. Annual Nonrecoverable Cost	347.89
6. Maintenance	280.92
7. Administration/Marketing	0.00
8. Other Taxes	184.08
9. Total Annual Charge (\$)	<u>\$2,020.43</u>

10. Direct Monthly Cost (Ln 9 / 12) \$168.37

Percent  
Investment

1. Circuit Equipment Depreciation	9.05%
2. Outside Plant Depreciation	0.00%
3. Return	5.77%
4. Federal and State Income Tax	3.47%
5. Annual Nonrecoverable Cost	5.27%
6. Maintenance	4.25%
7. Administration/Marketing	0.00%
8. Other Taxes	2.79%
9. Total Annual Charge (\$)	<u>30.60%</u>

Tariffed Rate \$300.00

D. DS3 Service – 1 SAL, 2 Terminations, 10 miles Facility

Equipment – Circuit	\$20,033.59
Engineering Labor – Circuit	434.94
Installation Labor – Circuit	1,457.09
Total Circuit Investment	<u>\$21,925.62</u>

Equipment – Outside Plant	\$3,994.80
Engineering Labor – Outside Plant	197.42
Installation Labor – Outside Plant	1,864.81
Total Outside Plant Investment	<u>\$6,057.03</u>

Total DS3 Service Investment \$27,982.65

Annual Charge (\$)

1. Circuit Equipment Depreciation	\$1,980.55
2. Outside Plant Depreciation	202.78
3. Return	1,606.21
4. Federal and State Income Tax	965.12
5. Annual Nonrecoverable Cost	1,004.60
6. Maintenance	1,099.92
7. Administration/Marketing	0.00
8. Other Taxes	724.32
9. Total Annual Charge (\$)	<u>\$7,583.50</u>

10. Direct Monthly Cost (Ln 9 / 12) \$631.96

Percent  
Investment

1. Circuit Equipment Depreciation	9.03%
2. Outside Plant Depreciation	3.35%
3. Return	5.74%
4. Federal and State Income Tax	3.45%
5. Annual Nonrecoverable Cost	3.59%
6. Maintenance	3.93%
7. Administration/Marketing	0.00%
8. Other Taxes	2.59%
9. Total Annual Charge (\$)	<u>27.10%</u>

Tariffed Service \$1,657.50

# GTE TELEPHONE OPERATIONS

## OVERHEAD PERCENTAGE ANALYSIS

	Power Eq. Tariffed Rates (A)	Power Eq. Direct Costs (B)	Power Eq. Full Allocated Costs (C)	Overhead Amount (D = A - B)	Overhead Percent (E = D/B)
ARKANSAS	\$194.46	\$183.63	\$252.24	\$10.83	5.90%
CALIFORNIA	\$246.31	\$228.35	\$331.88	\$17.96	7.87%
ILLINOIS	\$207.68	\$196.86	\$289.11	\$10.82	5.50%
MISSOURI	\$193.84	\$185.00	\$289.02	\$8.84	4.78%
TEXAS	\$194.05	\$185.85	\$249.54	\$8.20	4.41%
VIRGINIA	\$200.28	\$188.23	\$283.55	\$12.05	6.40%
WASHINGTON	\$199.00	\$175.06	\$280.40	\$23.94	13.68%
GSTC AVERAGE	\$205.09	\$191.85	\$282.25	\$13.24	6.90%

## STATE: CONTEL ARKANSAS

## Power Equipment Components

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) Cable Rate (BB x CC)	(EE) Percent Investmt
A. Power Equipment - Cable	5,488.00	50.00%		2,734.50	
Labor (NRC)	1,842.00	50.00%		821.00	
Annual Charge (s)					
1. Depreciation			526.74	263.37	7.41%
2. Return			401.09	200.55	5.84%
3. Fed/St Income Tax			234.46	117.24	3.30%
4. Ann Nonrec Cost			(263.67)	(131.84)	-3.71%
5. Maintenance			527.42	263.71	7.42%
6. Administration			771.90	385.95	10.86%
7. Other Taxes			41.24	20.62	0.58%
8. Total Annual Charge (s)			\$2,239.20	1,119.60	31.49%
Fully Allocated Monthly Cost ( L8 / 12 )			\$186.60	93.30	
Unit Cost ( L8 - L8 / 12 )			\$122.26	61.14	

FINANCIAL FACTORS ( A, B1, B2 )	
Admin Annual Charge Factor	10.86%
Maint Annual Charge Factor	7.42%
Gross Rptc Rate	0.00%
Property Tax Rate	0.58%
Fraction of Equity	65.04%
Fraction of Debt	34.96%
Return on Equity	12.33%
Debt Rate	9.25%
Cost of Money	11.25%
Federal Income Tax	34.00%
State Income Tax	6.50%

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) Percent Investmt
B1. Power Equipment - Power Supply *	12,880.00			
Labor (NRC)	1,280.00			
Annual Charge (s)				
1. Depreciation			1,048.89	7.41%
2. Return			799.08	5.84%
3. Fed/St Income Tax			467.14	3.30%
4. Ann Nonrec Cost			(273.05)	-1.93%
5. Maintenance			1,050.25	7.42%
6. Administration			1,537.07	10.86%
7. Other Taxes			82.13	0.58%
8. Total Annual Charge (s)			\$4,711.51	33.27%
Fully Allocated Monthly Cost ( L8 / 12 )			\$392.63	
Unit Cost ( L8 - L8 / 12 )			\$294.54	

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) DC Power Rate (BB x CC)
B2. Power Equipment - DC Power		20 Amps	Per Amp	
1. Amperage rating of equipment			100	
2. Voltage rating of equipment			48	
3. Equip Power Req (L1 * L2) / 1000 KWH			4.8	
4. Cost of common elec (\$ / KWH)			\$0.06	
5. Hourly cost power equip (L3 * L4)			\$0.29	
6. Hours per day			24	
7. Days per month			30	
8. Monthly cost power Equip (L5 * L6 * L7)			\$207.36	
9. Efficiency and heat loss factor			1.4	
10. Monthly power cost corrected for power lost (L8 * L9)			\$290.30	
11. Monthly cost (L10 / 100)			\$2.90	
12. Power Supply unit cost*			294.54	
13. Power Supply unit cost (L12 / 100)			\$2.95	

14. Total unit cost (L11 / L13)	\$5.55	\$5.55	\$111.00
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	(AA) Bldg Rptc Cost Per Sq Ft	(BB) Allocation Factor Per Sq Ft	(CC) Total Annual Cost	(DD) Bldg Rptc Rate (BB x CC) (Mo Cost)	(EE) Percent Investmt
C. Power Equipment - Floor Space	\$151.85	6			
Annual Charge (s)					
1. Depreciation			5.07		3.34%
2. Return			8.57		5.84%
3. Fed/St Income Tax			5.01		3.30%
4. Ann Nonrec Cost			2.00		1.32%
5. Administration			21.65		14.26%
6. Maintenance			1.43		0.94%
7. Other Taxes			0.90		0.59%
8. Total Annual Charge (s)			\$44.63		29.30%
Fully Allocated Monthly Cost ( L8 / 12 )			\$3.72	\$22.32	

FINANCIAL FACTORS ( C )	
Admin Annual Charge Factor - BLDG	14.26%
Maint Annual Charge Factor - BLDG	0.94%
Gross Rptc Rate	0.00%
Property Tax Rate	0.58%
Fraction of Equity	65.04%
Fraction of Debt	34.96%
Return on Equity	12.33%
Debt Rate	9.25%
Cost of Money	11.25%
Federal Income Tax	34.00%
State Income Tax	6.50%

Power Equipment Rate ( A + B2 + C Unit Costs ) \$194.46

RAF Rate 12/13/94

\$140.96

STATE: CONTEL ARKANSAS

**Maintenance Fee - Alarm Network**

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) RAF Rate 12/13/94	(EE) Percent Investment
A. Circuit Equipment - Per Port Labor	1,055.66				
	346.00				
Annual Charge (s)					
1. Depreciation			157.40	11.24%	
2. Return			79.60	5.69%	
3. Fed/St Income Tax			41.77	2.98%	
4. Ann Nonrec Cost			40.35	2.88%	
5. Maintenance			80.89	5.77%	
6. Administration			75.09	5.39%	
7. Other Taxes			30.52	2.62%	
8. Total Annual Charge (s)			\$514.60	36.73%	
Fully Allocated Monthly Cost ( L6 / 12 )			\$42.90		
Unit Cost ( L6 - L6 / 12 )			\$36.64		

FINANCIAL FACTORS	
Admin Annual Charge Factor	10.86%
Maint Annual Charge Factor	7.42%
Gross Rptle Rate	0.00%
Property Tax Rate	0.58%
Fraction of Equity	65.04%
Fraction of Debt	34.96%
Return on Equity	12.33%
Debt Rate	9.25%
Cost of Money	11.25%
Federal Income Tax	34.00%
State Income Tax	6.50%

STATE: CONTEL ARKANSAS

**Maintenance Fee - Terminal Equipment**

	(AA) Hourly Rate	(BB) Labor Hours	(CC) Total Cost (AA X BB)
B. Circuit Equipment - Labor			
1. Cir Equip Troubleshoot	68.66	0.50	34.43
2. CO Equip Restoration	41.41	3.00	124.23
3. Total ( L1 + L2 )			\$158.66
4. Twelve (12) Alarms Per Year ( L3 x 12 )			\$1,903.92
5. Routine Maintenance Per Year	43.75	2.00	\$87.50
6. Total Net Cost ( L4 + L5 )			\$1,991.42
Proposed Monthly Recurring Charge ( L6 / 12 )			\$166.00
Maintenance Fee ( A + B )			\$208.90

\$139.63

STATE: CONTEL ARKANSAS  
DSO Cross Connect

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) RAF Rate 12/13/94	(EE) Percent Investmt
A. Circuit Equipment - Per Port Labor	9.21				
	16.66				
Annual Charge (\$)					
1. Depreciation			1.92		7.42%
2. Return			1.46		5.64%
3. Fed/St Income Tax			0.66		3.32%
4. Ann Nonrec Cost			1.62		7.03%
5. Maintenance			1.61		6.90%
6. Administration			2.81		10.65%
7. Other Taxes			0.16		0.62%
8. Total Annual Charge (\$)			\$10.64		41.67%
Fully Allocated Monthly Cost ( L6 / 12 )			\$0.90		\$0.90
Unit Cost ( L6 - L6 / 12 )			\$0.67		

FINANCIAL FACTORS	
Admin Annual Charge Factor	10.66%
Maint Annual Charge Factor	7.42%
Gross Rpts Rate	0.00%
Property Tax Rate	0.56%
Fraction of Equity	65.04%
Fraction of Debt	34.96%
Return on Equity	12.33%
Debt Rate	9.25%
Cost of Money	11.25%
Federal Income Tax	34.00%
State Income Tax	6.50%

DS1 Cross Connect

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) RAF Rate 12/13/94	(EE) Percent Investmt
A. Circuit Equipment - Per Port Labor	47.06				
	41.74				
Annual Charge (\$)					
1. Depreciation			6.17		9.20%
2. Return			5.03		5.66%
3. Fed/St Income Tax			2.94		3.31%
4. Ann Nonrec Cost			4.60		5.16%
5. Maintenance			0.63		0.93%
6. Administration			12.66		14.26%
7. Other Taxes			0.53		0.60%
8. Total Annual Charge (\$)			\$34.76		39.14%
Fully Allocated Monthly Cost ( L6 / 12 )			\$2.90		\$2.29
Unit Cost ( L6 - L6 / 12 )			\$1.64		

DS3 Cross Connect

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) RAF Rate 12/13/94	(EE) Percent Investmt
A. Circuit Equipment - Per Port Labor	754.91				
	180.70				
Annual Charge (\$)					
1. Depreciation			66.07		9.20%
2. Return			53.23		5.66%
3. Fed/St Income Tax			31.12		3.33%
4. Ann Nonrec Cost			47.15		5.04%
5. Maintenance			6.79		0.94%
6. Administration			133.42		14.26%
7. Other Taxes			5.53		0.59%
8. Total Annual Charge (\$)			\$365.31		39.05%
Fully Allocated Monthly Cost ( L6 / 12 )			\$30.44		\$25.24
Unit Cost ( L6 - L6 / 12 )			\$19.32		



STATE: CONTEL ARKANSAS  
CENTRAL OFFICE: Russellville  
Cable Space

	(AA) Cost	(BB) Allocation Factor	(CC) Total Annual Cost	(DD) Percent Investmt
A. Conduit	62.96			
Vault	94.57			
Labor	770.76			
Annual Charge (a)				
1. Depreciation			20.20	2.16%
2. Return			52.22	5.63%
3. Fed/St Income Tax			35.73	3.85%
4. Ann Nonrec Cost			36.69	3.95%
5. Maintenance			16.40	1.77%
6. Administration			113.74	12.26%
7. Other Taxes			<u>16.61</u>	2.01%
8. Total Annual Charge (a)			\$293.59	31.65%
Fully Allocated Monthly Cost ( L8 / 12 )			\$24.47	
Unit Cost ( L8 - L6 / 12 )			\$14.99	

FINANCIAL FACTORS	
Admin Annual Charge Factor	14.26%
Maint Annual Charge Factor - OSP	1.10%
Maint Annual Charge Factor - BLDG	0.94%
Gross Rptle Rate	0.00%
Property Tax Rate	0.56%
Fraction of Equity	65.04%
Fraction of Debt	34.96%
Return on Equity	12.33%
Debt Rate	9.25%
Cost of Money	11.25%
Federal Income Tax	34.00%
State Income Tax	6.50%